



# CITY OF SANTA BARBARA

## COUNCIL AGENDA REPORT

**AGENDA DATE:** February 10, 2009

**TO:** Mayor and Councilmembers

**FROM:** Administration, Airport Department

**SUBJECT:** Appropriation Of Airport Improvement Program Grant Fund

### RECOMMENDATION:

That Council increase appropriations and estimated revenue by \$1,647,802 in the Airport's Grant Fund for the final phase of mitigation for the Runway Safety Area project, to be funded from Federal Aviation Administration Airport Improvement Program (AIP) Grant No. 03-06-0235-37, including the City's 5% match portion (\$233,390) to be funded from Airport reserves above policy.

### DISCUSSION:

Since October 1, 2007, Congress has issued three separate Continuing Resolutions to fund the Federal Aviation Administration and the AIP grant program.

In preparing the Airport's fiscal year 2009 budget, the uncertainty of the FAA funding cycle continued. With this in mind, the Airport's AIP Entitlement grant amount of \$3,020,000 (amount based on enplaned passengers) was included in the Grants Fund budget. This amount did not include the 5% local match.

After the budget was filed, FAA awarded a total grant amount of \$4,434,412 (\$1,414,412 in Discretionary Funds) for AIP No. 3-06-0235-037-2008 requiring an increase in the appropriations of \$1,647,802 (this total includes the City's 5% match) for AIP-37.

This project completes the mitigation for the Runway Safety Area project and entails construction of 8.8 acres of wetland restoration.

### BUDGET/FINANCIAL INFORMATION:

Funds for the City's 5% match are available in the Airport's Operating Reserves above policy.

**PREPARED BY:** Hazel Johns, Assistant Airport Director

**SUBMITTED BY:** Karen Ramsdell, Airport Director

**APPROVED BY:** City Administrator's Office